

ITEM NO: _____

PREPARED BY: LEE HINSON

APPROVED BY: _____

A RESOLUTION AMENDING THE 2008-2009 SHELBY COUNTY CONSERVATION BOARD BUDGET TO REFLECT INCREASES IN REVENUES IN THE AMOUNT OF \$238,432.00 AND EXPENSES DUE TO CHANGES IN OPERATIONS.

THIS RESOLUTION SPONSORED BY COMMISSIONER MIKE CARPENTER.

WHEREAS, The Shelby County Conservation Board, in the past, contracted out management and operation of Edmund Orgill Golf Course to an outside contractor; and

WHEREAS, The Conservation Board has determined that it is in the best interests of the County to manage and operate the course with County employees to maximize revenue and minimize costs; and

WHEREAS, It is necessary to increase personnel in order to provide adequate staffing for operation of the golf course, rental of golf carts and concessions; and

WHEREAS, It is necessary to increase expenses for personnel and associated costs and expenses for golf carts, pro shop inventory, and food & beverage expenses; and,

WHEREAS, Projected revenues are sufficient to cover the increase in personnel and operating expenses.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF SHELBY COUNTY, TENNESSEE, That the FY-2009 Operating Budget is hereby amended and funds appropriated as per the attached Exhibit "A" which is attached hereto and incorporated herein by reference.

BE IT FURTHER RESOLVED, That the Position Control Budget is hereby amended as per Exhibit "B", which is attached hereto and incorporated herein by reference.

BE IT FURTHER RESOLVED, That this resolution shall take effect from and after the date it shall have been enacted according to due process of law, the public welfare requiring it.

BE IT FURTHER RESOLVED, That the County Mayor and the Director of Administration and Finance are authorized to issue their warrant for the amount appropriated in this resolution and to take proper credit in their accounting therefore.

A C Wharton, Jr.

County Mayor

Date: _____

ATTEST:

Clerk of County Commission

ADOPTED: _____

SUMMARY SHEET

I. Description of Item

Recently, the Conservation Board assumed management and operation of Orgill Golf Course as a result of the expiration of the contract for management with an outside contractor who did not wish to continue the relationship. The prior management agreement provided for the outside contractor to rent the club house facility from the County and provide management for the operation of the clubhouse to include staffing, golf cart rentals and concessions operations. The contractor collected the greens fees on behalf of the County and in addition paid a percentage of the gross operating revenue from golf cart rentals, concessions and inventory sales to the County.

This change in operations has resulted in an increase of revenues and expenses as set forth in Exhibit "A" attached hereto. The budget is being amended to show revenues that are sufficient to cover projected expenses. However, we anticipate that revenue for the fiscal year will exceed projected expenses by approximately \$50,000.00. In addition, because of the termination of the management agreement, the County requires the addition of 13 temporary staff positions to the personnel complement of the golf course operations. These new positions are necessary to handle day to day operations of the golf course and include concessions and inventory sales, as well as general golf cart cleaning and maintenance.

The Conservation Board has provided and will continue to provide maintenance and upkeep of the golf course grounds separate from the clubhouse operations.

II. Source and Amount of Funding

Projected revenues from operation of golf course facility. In FY 2007-2008 the golf course operations under an outside contractor generated excess revenues over expenses of approximately \$15,000. With the changes in operation, as stated above, it is estimated that the current year revenues will exceed expenses by approximately \$50,000.00.

III. Contract Items

None

IV. Additional Information Relevant to Approval of this Item